

CHAPTER NO. 50

SENATE BILL NO. 201

By Haynes

Substituted for: House Bill No. 206

By Sands

AN ACT To amend Tennessee Code Annotated, Title 56, Chapter 3 relative to the investment by domestic life insurance companies in securities covered by the federal Secondary Mortgage Market Enhancement Act.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 56-3-303(a)(19), is amended by deleting the semicolon at the end thereof and replacing it with a period and by adding the following at the end of such subdivision:

Notwithstanding the foregoing provisions of subdivision (a)(19), asset-backed securities, not in default as to principal or interest, that are issued, assumed, or guaranteed by the United States, or that are required to be considered to be obligations issued by the United States by the federal Secondary Mortgage Market Enhancement Act of 1984 as amended, shall not be subject to the limitations of subdivision (a)(19);

SECTION 2 This act shall take effect upon becoming a law, the public welfare requiring it.

PASSED: March 18, 1999


JOHN S. WILDER
SPEAKER OF THE SENATE


JIMMY NAIFEH, SPEAKER
HOUSE OF REPRESENTATIVES

APPROVED this 31st day of March 1999


DON SUNDQUIST, GOVERNOR